General Assembly

Senate

File No. 401

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January Session, 2021

Substitute Senate Bill No. 904

Senate, April 12, 2021

The Committee on Labor and Public Employees reported through SEN. KUSHNER of the 24th Dist., Chairperson of the Committee on the part of the Senate, that the substitute bill ought to pass.

AN ACT CONCERNING THE EXECUTIVE DIRECTOR OF THE LABOR DEPARTMENT'S EMPLOYMENT SECURITY DIVISION.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 31-237 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 3 (a) There shall continue to be in the Labor Department a division, to 4 be known as the Employment Security Division, which shall be 5 administered by a full-time, salaried, executive director, who shall be
- 6 subject to the supervision and the direction of the administrator.
- 7 Notwithstanding the provisions of subdivision (4) of section 5-198, such
- 8 executive director shall be in the classified service and shall devote full-
- 9 <u>time to the duties of his or her office.</u> The administrator is authorized to
- 10 appoint, fix the compensation of and prescribe the duties of such
- 11 executive director, provided such appointment shall be subject to the
- 12 approval of the Governor and the rate of such compensation shall be
- 13 subject to the approval of the Governor and the Secretary of the Office

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of Policy and Management. The Employment Security Division shall be 14 15 responsible for matters relating to unemployment compensation and 16 the Connecticut State Employment Service, and shall establish and 17 maintain free public employment bureaus in such number and in such 18 places as may be necessary for the proper administration of this chapter 19 and for the purpose of performing such duties as are within the purview 20 of the Act of Congress entitled "An Act to Provide for the Establishment 21 of a National Employment System and for Cooperation with the States 22 in the Promotion of Such System and for Other Purposes", approved 23 June 6, 1933, as amended. The administrator may cooperate with or 24 enter into agreements with the Federal Railroad Retirement Board with 25 respect to the establishment, maintenance and use of free employment 26 service facilities. Moneys received from the Federal Railroad Retirement 27 Board as compensation for services or facilities supplied to said board 28 shall be paid into the Employment Security Administration Fund.

(b) Notwithstanding the provisions of chapter 50, the Employment Security Division is authorized to purchase supply items and equipment obtainable directly from the General Services Administration of the United States government or any other federal agency, out of funds established under the provisions of subsection (a) or (d) of section 31-259 or out of funds established by or granted pursuant to federal authority to the Employment Security Division, if the administrator deems such purchases to be in the best interests of the state and said Employment Security Division.

This act shall take effect as follows and shall amend the following			
sections:			
Section 1	from passage	31-237	

Statement of Legislative Commissioners:

The title was changed for accuracy.

LAB Joint Favorable Subst. -LCO

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The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note

State Impact: None

Municipal Impact: None

Explanation

The bill, which makes the executive director of the Department of Labor's Employment Security Division a member of the state employee classified service, does not result in any fiscal impact to the state or municipalities. The existing position (which is currently vacant)¹ is funded through federal dollars and would remain so if it became classified.

The Out Years

State Impact: None

Municipal Impact: None

¹ The current salary for this position ranges from \$101,769 to \$184,902; it is uncertain how a transition to classified service would affect this range.

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OLR Bill Analysis sSB 904

AN ACT CONCERNING THE EXECUTIVE DIRECTOR OF THE LABOR DEPARTMENT'S EMPLOYMENT SECURITY DIVISION.

SUMMARY

This bill makes the executive director of the Department of Labor's Employment Security Division a member of the state employee classified service (i.e., subject to various civil service procedures and requirements) and requires the executive director to devote full-time to the offices' duties. By law, the Employment Security Division is responsible for various matters related to the state's unemployment compensation system.

By law, unchanged by the bill, the labor commissioner may (1) appoint the executive director, subject to the governor's approval; (2) set the position's pay, subject to approval from the governor and the Office of Policy and Management secretary; and (3) prescribe the position's duties. (To the extent theses powers may conflict with the civil service law's procedures and requirements for employees in the classified service, it is unclear which law would prevail.)

EFFECTIVE DATE: Upon passage

COMMITTEE ACTION

Labor and Public Employees Committee

Joint Favorable
Yea 12 Nay 1 (03/23/2021)